

COTTON STATISTICS

Program	First announced	Number of contracts	Base acreage		Rented acres	Percentage reduction planned	Percentage reduction permitted	Percentage reduction made by contract signers
			Signers	Non-signers				
1933 1/	June 19, 1933	1,032,000					25 - 50 %	
1934 2/	Sept. 22, 1933	1,004,400	38,200,000	6,343,000	14,550,000	40 %	35 - 45 %	38.1 %
1935 2/	Nov. 28, 1934	1,300,000	42,800,000	2,790,000	14,000,000	33 %	25 - 35 %	32.8 %

1/ In 1933 producers plowed up 10,497,000 acres, or about 4,470,000 bales of growing cotton or about 26 percent of the acreage in cultivation July 1, 1933.

2/ Estimated.
Base acreage for signers and non-signers is the 1928-32 base for producers who have that base, but it also includes the short-average base for producers who did not grow cotton in all years 1928-32, and new producers in 1933, 1934 and 1935. In other words, or in our terminology, it is the regular 1928-32 base plus the allowable over-run introduced by short base and new base producers. Percentage reduction made by contract signers is the reduction from this base, which includes an over-run due to short-base producers, and is not the percentage of reduction from the 1928-32 base.

Rate of payment

1933 PROGRAM

1. A cash payment (cash only plan) calculated on a per acre basis but varying with the estimated yield per acre according to the following schedule:

Estimated yield per acre for 1933 on land to be taken out of cotton production (in pounds)	Cash payment per acre (in dollars)
100 - 124	7
125 - 149	9
150 - 174	11
175 - 224	14
225 - 274	17
275 and over	20

2. A cash payment plus a cotton option. (cash and option plan). The cash payment was to be calculated according to the following schedule:

Estimated yield per acre for 1933 on land to be taken out of cotton production (in pounds)	Cash payment per acre (in dollars)
100 - 124	6
125 - 149	7
150 - 174	8
175 - 224	10
225 - 274	11
275 and over	12

In addition to the cash payments in the "cash and option plan", producers selecting the second payment plan were to receive an option to buy from the Secretary of Agriculture at 6 cents per pound the estimated amount of the 1933 cotton crop plowed up in accordance with their agreement.

Option and Non-option Contracts (Through Dec. 4, 1934)	Option	Non-option	Total
Number of offers accepted	574,234	457,299	1,031,533
Acres rented	6,218,607	4,260,142	10,478,749
Average rental per acre	\$9.25	\$12.98	\$10.76

Percentage of acres on which options were taken: 59 percent

Options obtained at 6 cents per pound on 2,447,474 bales.

Rental payments to option holders averaged \$3.73 an acre less than rental payments to producers who elected the cash rental plan.

Producers Pool (through November 1, 1935)	Payments made to producers	Holdings (in running bales)
By sale	\$12,605,805	Spot cotton 628,190
By pool participation	53,406,246	Futures 980,500
	\$66,012,051	1,608,690

1934 PROGRAM

Rate of payment

Rental payments of $3\frac{1}{2}$ cents per pound on the average yield of lint cotton in the years 1928-32 on each of the acres rented to the Secretary of Agriculture. Parity payment upon the farm allotment of 1 cent per pound. (Farm allotment is 40% of that figure, expressed in pounds, which results from multiplying the annual average number of acres planted in cotton on that farm during the years 1928-32 by the average yield per acre during said years).

Rate of payment

1935 PROGRAM

Rental payments of $3\frac{1}{2}$ cents per pound on the average yield of lint cotton in the years 1928-32 on each of the acres rented to the Secretary of Agriculture. Parity payment upon the farm allotment of $1\frac{1}{2}$ cents per pound. (Farm allotment is 40% of that figure, expressed in pounds, which results from multiplying the annual average number of acres planted in cotton on that farm during the years 1928-32 by the average yield per acre during said years).

RENTAL AND BENEFIT PAYMENTS AND CASH INCOME FROM COTTON LINT AND SEED

Program	Estimated total rental and benefit payments	Rental and benefit payments plus profits on options	Cash income from cotton and cottonseed	Total
1932			\$464,330,000	\$464,330,000
1933	\$112,560,000	\$178,761,000	716,553,000	895,314,000
1934	115,800,000		706,580,000	822,180,000
1935	125,000,000			

BANKHEAD ACT

1934 Allotment (announced April 21, 1934)

10,460,251 478-lb. net weight bales
10,000,000 500-lb. net weight bales

1934 Certificate Pool (announced Sept. 5, 1934)

Amount distributed to holders of surplus certificates, \$15,854,246

1935 Allotment (announced January 17, 1935)

10,983,264 478-lb. net weight bales
10,500,000 500-lb. net weight bales

1935 National Certificate Pool

Announced March 6, 1935

1935 Special Certificate Pool

Announced May 7, 1935

COTTON LOANS

10 Cent Loan, 1933 (announced October 18, 1933)

The number of bales of cotton pledged under the ten cent loan reached a peak of about 2,215,000 bales in January, 1934. Beginning in September, 1934, cotton pledged under the ten cent loan was transferred to the twelve cent loan and on November 1, 1935 only 6,629 bales were under the 10 cent loan.

12 Cent Loan, 1934 (announced September 6, 1934)

The number of bales in the 12 cent loan November 1, 1935: 4,450,678
Extended to February 1, 1936.

10 Cent Loan, 1935 (announced August 26, 1935)

Number of bales in the 10 cent loan November 1, 1935: 33,193

1935 PRICE ADJUSTMENT PAYMENT PLAN

The 1935 Price Adjustment Payment Plan was announced on August 26, 1935. Producers who have cooperated in the 1935 Adjustment Program and who agree to participate in the 1936 Program, and those producers who have not cooperated in the 1935 Program but who agree to participate in the 1936 Program, who have sold cotton from the 1935 crop will be paid under the Price Adjustment Plan the difference between the average of the ten designated spot markets on the day of sale and 12 cents per pound. Payments will be restricted to actual production not in excess of the Bankhead allotment, and will be limited to 2 cents per pound.

